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11			
12	UNITED STATES DISTRICT COURT		
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14	EASTERN DISTRICT OF CALIFORNIA		
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16	B&G FOODS NORTH AMERICA, INC.,	Case No. 2:20-cv-00526-KJM-DB	
17	Plaintiff,	FIRST AMENDED COMPLAINT FOR DECLARATORY AND INJUNCTIVE	
18	V.	RELIEF	
1920	KIM EMBRY and ENVIRONMENTAL		
21	HEALTH ADVOCATES, INC., acting as enforcement representatives under California Proposition 65 on behalf of the State of		
22	California,		
	D.C. 1.		
23	Defendants.		
2324	Defendants.		
232425	Defendants.		
24	Defendants.		
2425	Defendants.		
242526	Defendants.		

FIRST AMENED COMPLAINT FOR DECLARATORY AND INJUNCTIVE RELIEF

Plaintiff B&G Foods North America, Inc. ("Plaintiff" or "B&G Foods") brings this action for injunctive relief, damages, and declaratory relief under 42 U.S.C. § 1983 and the First and Fourteenth Amendment of the U.S. Constitution against supposed Proposition 65 enforcement representatives of the State of California, and alleges as follows:

PRELIMINARY STATEMENT

- 1. Plaintiff B&G Foods sold and distributed devil's food cookie cakes (the "Cookie Cakes") and chocolate crème sandwich cookies ("Sandwich Cookies") around the country.
- 2. Plaintiff's Cookie Cakes were reduced fat chocolate cookies with marshmallow and fudge coating, and its Sandwich Cookies were reduced fat chocolate crème sandwiches made with two chocolate cookies. They were sold nationwide and in California and included products sold under the SNACKWELL'S® brand:





- 3. The interior cookie portion of the Cookie Cakes and the exterior chocolate cookies of the Sandwich Cookies were baked, just like any other cookie. Otherwise, they would have been an unpalatable mess of sugar, flour, and chocolate. Baked foods like cookies, cakes, and crackers contain trace amounts of a substance called acrylamide, which inevitably forms during the baking process.
- 4. California's Office of Environmental Health Hazard Assessment ("OEHHA") added acrylamide to its list of "known" carcinogens subject to regulation under California's Proposition 65 in 1990. The initial Proposition 65 listing was premised on potential exposures to acrylamide in industrial settings. At that time, it was not known that acrylamide was present in cooked foods. In fact, acrylamide was not detected in foods until 2002.
- 5. The state has acknowledged that acrylamide in food does not cause cancer, or any other harm. Defendants still, however, seek to compel companies like B&G Foods to label their baked goods with a bold disclaimer that they "contain a chemical known to the State of California to cause cancer" due to the presence of this naturally occurring acrylamide:

WARNING: Consuming this product can expose you to [Acrylamide], which is known to the State of California to cause cancer. For more information, go to www.P65Warnings.ca.gov/food.

27 Cal. Code Regs § 25607.2(a)(2).

- 6. Defendants Kim Embry and Environmental Health Advocates Inc. ("EHA") are serial enforcement agents under California's Proposition 65 regime who, with the assistance and supervision of the State, threatened to prosecute litigation against Plaintiff unless all the Cookie Cakes and Sandwich Cookies labels were changed to include a false cancer warning.
- 7. Defendants have continued to prosecute lawsuits against B&G Foods even though this Court held in *California Chamber of Commerce v. Becerra*, 529 F. Supp. 3d 1099 (E.D. Cal. 2021), *aff'd* 29 4th 468 (9th Cir. 2022) ("*Calchamber*"), Defendants' allegations are false and unconstitutional, and that the state does not, in fact "know" acrylamide causes cancer.
- 8. Both Ms. Embry and EHA acknowledge that the final injunction that will be entered in *Calchamber* will be dispositive of their cases, and consequently both requested that their cases be stayed.

indirectly consults with the State and its representatives to initiate Proposition 65 actions, including

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against Plaintiff.

prejudice.

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- 28. Defendants Embry and EHA have extracted millions of dollars in penalties and fines from food companies through frivolous acrylamide suits.
- 29. Defendants' business model is pernicious and operates through the regulation, encouragement, and self-interest of the State. After testing products, Defendants are enabled by the State to threaten to file suit unless the products' manufacturer or retailer pays a massive penalty or agrees to change its label to warn consumers that the product contains substances "known" to cause cancer.
- 30. The State permits Defendants to file suit against products containing modest, trace amounts of substances even if they pose no possible health effect. This includes substances like acrylamide that arise naturally, for example, when baking a cookie.
- 31. The resulting penalties and fines collected by Defendants Embry and EHA and the State do nothing to improve public safety and serve only to enrich lawyers and their accomplices. Still, the State continues to allow and encourage its representatives—including Ms. Embry and EHA—to threaten food companies with unconstitutional speech requirements lest they not pay a sizable penalty to the enforcer and the State.

JURISDICTION AND VENUE

- 32. This Court has federal question subject matter jurisdiction under Title 28, Section 1331 of the United States Code, which confers original jurisdiction on the federal district courts over actions arising under the Constitutions or laws of the United States. Federal courts, including this judicial district, have assumed jurisdiction over similar federal constitutional challenges to the enforcement of Proposition 65. See, e.g., Nat'l Ass'n of Wheat Growers v. Zeise, 309 F. Supp. 3d 842 (E.D. Cal. 2018).
- 33. Alternatively, should Defendants somehow be deemed non-state actors, then subject matter jurisdiction exists under Title 28, Section 1332 of the United States Code, which confers original jurisdiction on federal district courts over actions between private citizens of different states where the amount in controversy exceeds \$75,000.
- 34. Venue is proper under Title 28, Section 1391(b)(b)(2) because a substantial part of the events giving rise to Plaintiff's claims occurred in this district.

FACTS 1 2 I. ACRYLAMIDE IN B&G FOODS'S PRODUCTS DOES NOT CAUSE CANCER. 35. Plaintiff's Cookie Cakes and Sandwich Cookies have never caused cancer in people 3 and Defendants have no evidence to the contrary. 4 5 36. Nor is the alleged amount of acrylamide in Plaintiff's Cookie Cakes or Sandwich Cookies known to cause cancer in humans. 7 A. **Acrylamide is Naturally Created During the Baking Process.** 37. 8 Plaintiff has never added acrylamide to its products, which according to the FDA has likely "always been present in cooked foods." Virtually every cookie or bread product on 10 Earth that is baked has acrylamide in it. 38. Acrylamide forms during a chemical reaction, known as the Maillard reaction and 11 arises when food is baked, roasted, grilled or fried. 12 39. Acrylamide is created when sugars such as glucose or fructose react with a naturally 13 occurring free amino acid, asparagine. 14 15 40. Acrylamide also naturally forms in uncooked foods such as nuts. See OEHHA, Acrylamide Fact Sheet (Feb. 2019), https://www.p65warnings.ca.gov/sites/default/files/downloads/ 16 factsheets/acrylamide fact sheet.pdf. 17 18 41. Acrylamide is created when cooking at home, whether in the oven, on the grill or in the skillet. See, e.g., Letter from Lester M. Crawford, DVM, Ph.D, Deputy Commissioner, FDA, 19 to Joan E. Denton, M.S., Ph.D, Director, OEHHA (July 13, 2003). 20 42. The State recognizes that the substance is widespread in ordinary products like 21 breakfast cereals, roasted coffee, crackers, bread crusts, roasted asparagus, French fries, potato 22 23 chips, canned sweet potatoes, canned black olives, roasted nuts, and toast. В. 24 There Is No Evidence that Acrylamide Created During the Baking Process Causes Cancer. 25 The federal government has studied acrylamide and does not recommend avoiding 43. 26 foods that contain the substance. 27 28

1	L. Lipworth, et al., Review of Epidemiologic Studies of Dietary Acrylamide Intake and the Risk of
2	Cancer, European J. of Cancer Prevention, Vol. 21(4):375-86 (2012); see also C. Pelucchi, et
3	al., Dietary Acrylamide & Cancer Risk: An Updated Meta-Analysis, INT'L J. OF CANCER, Vol.
4	136(12):2912–22 (2015) ("This systematic review and meta-analysis of epidemiological studies
5	indicates that dietary acrylamide is not related to the risk of most common cancers."); A. Kotemori
6	et al., Dietary Acrylamide Intake and Risk of Breast Cancer: the Japan Public Health Center-
7	Based Prospective Study, CANCER SCIENCE, Vol. 109(3):843-53 (2018) ("In conclusion, dietary
8	acrylamide intake was not associated with the risk of breast cancer in this population-based
9	prospective cohort study of Japanese women."); M. McCullough, et al., Dietary Acrylamide Is Not
10	Associated with Renal Cell Cancer Risk in the CPS-II Nutrition Cohort, Cancer Epidemiology,
11	BIOMARKERS & PREVENTION, Vol. 28(3):616-619 (2019) ("In conclusion, we found no evidence
12	that greater dietary acrylamide intake was associated with risk of RCC [renal cell carcinoma]."); J.
13	Hogervorst, et al., Interaction Between Dietary Acrylamide Intake and Genetic Variants for
14	Estrogen Receptor-Positive Breast Cancer Risk, European J. of Nutrition, Vol. 58:1033-1045
15	(2019) ("This study did not provide evidence for a positive association between acrylamide intake
16	and ER+ [estrogen receptor-positive] breast cancer risk. If anything, acrylamide was associated
17	with a decreased ER+ breast cancer risk.").
18	50. In fact, studies have shown that certain foods that contain acrylamide likely reduce

- 50. In fact, studies have shown that certain foods that contain acrylamide likely reduce the risk of cancer in humans.
- 51. For example, in June 2018, the International Agency for Research on Cancer ("IARC") concluded that there is an "inverse association" between drinking coffee (which contains acrylamide) and certain types of cancer. IARC, *Monographs on the Evaluation of Carcinogenic Risks to Humans, Drinking Coffee, Mate, and Very Hot Beverages*, Vol. 116 at 434 (2018).
- 52. Likewise, a recent study showed that whole-grain foods may reduce the risk of liver cancer. AMERICAN CANCER SOCIETY, *Study Ties Whole Grains to Lower Risk of Liver Cancer* (Feb. 27, 2019), https://www.cancer.org/latest-news/study-ties-whole-grains-to-lower-risk-of-liver-cancer.html.

carcinogen, (b) she was not aware of any pharmacodynamic data regarding rats and humans and

acrylamide, and (c) OEHHA did not actually "know" that acrylamide was a human carcinogen.

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1	61. OEHHA also has recognized that acrylamide in certain food products – namely,		
2	coffee – does not increase human cancer risk.		
3	62. In particular, in June 2019, OEHHA adopted a new regulation that states:		
4	"Exposures to chemicals in coffee, listed on or before March 15, 2019 as known to the state to		
5	cause cancer, that are created by and inherent in the processes of roasting coffee beans or brewing		
6	coffee do not pose a significant risk of cancer." 27 Cal. Code Regs. § 25704 (effective Oct. 1,		
7	2019).		
8	63. In adopting this regulation, OEHHA explained that "[t]he weight of the evidence		
9	from the very large number of studies in the scientific literature does not support an association		
10	between the complex mixture of chemicals that is coffee [including acrylamide] and significant ris		
11	of cancer to the average consumer." OEHHA, Final Statement of Reasons, Adoption of New		
12	Section 25704 Exposures to Listed Chemicals in Coffee Posing No Significant Risk (June 7, 2019),		
13	https://oehha.ca.gov/media/downloads/crnr/fsorcoffee060719.pdf.		
14	64. In sum, Defendants and the State have no evidence that acrylamide in the Cookie		
15	Cakes or Sandwich Cookies is harmful to anyone.		
16 17	II. COMPELLING B&G FOODS TO CLAIM ITS PRODUCTS CAUSE CANCER VIOLATES ITS FIRST AMENDMENT RIGHTS.		
18	65. The warning label that Defendants seek to compel Plaintiff to place on its products		
19	is false. The State of California does not know that acrylamide causes cancer, or that the Cookie		
20	Cakes or Sandwich Cookies cause cancer.		
21	66. For these very reasons, on March 30, 2021, this Court enjoined future prosecution		
22	of Proposition 65 acrylamide lawsuits. In issuing that injunction, the Court explained:		
23	[T]he State has not shown [the Proposition 65 acrylamide cancer		
24	warning] is purely factual and uncontroversial. By asserting vaguely that consuming a product can "expose" a person to acrylamide—a		
25	chemical most people have likely never used in preparing food or even heard of—the warning implies incorrectly that acrylamide is an additive or ingredient		
26	[D]ozens of epidemiological studies have failed to tie human cancer		
27	to a diet of food containing acrylamide. Nor have public health authorities advised people to eliminate acrylamide from their		
28	diets California has also decided that coffee, one of the most		

1 2	common sources of acrylamide, actually reduces the risks of some cancers In short, the safe harbor warning is controversial because it elevates one side of a legitimately unresolved scientific debate about whether eating foods and drinks containing acrylamide increases the risk of cancer.		
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4	Calchamber, 529 F. Supp. 3d at 1117-18. On March 17, 2022, the Ninth Circuit affirmed this		
5	Court's Calchamber decision. 29 F.4th 468. Notwithstanding the injunction, Defendants have		
6	continued to threaten Plaintiff with prosecution of their claims and have continued to file new		
7	Proposition 65 claims based on the presence of acrylamide in food.		
8	III. PROPOSITION 65 AS APPLIED TO ACRYLAMIDE IS UNCONSTITUTIONALLY VAGUE.		
9	67. Proposition 65 purports to give food companies objective information from which to		
10	determine whether they must apply cancer warning labels to their products.		
11	68. But that information is vague and does no such thing.		
12	69. <u>First</u> , the State exempts from regulation products "where chemicals in food are		
13	produced by cooking necessary to render the food palatable or to avoid microbiological		
14	contamination" Cal. Code Regs. § 25703(b)(1).		
15	70. On its face, this cooking exemption should protect companies like B&G Foods that		
16	make or sell baked goods; however, state enforcers have continued to bring acrylamide actions		
17	anyway.		
18	71. That is because the burden is on defendants to show that the exemption applies to		
19	their products, and to qualify for this "cooking" exception, a business must also show that "sound		
20	considerations of public health support an alternative level [of acrylamide]" must be found in a		
21	product before a cancer warning is required. <i>Id</i> .		
22	72. If the facts that:		
23	1. acrylamide appears naturally in cooked foods, and		
24	2. in foods that the government recommends that people eat, and		
25	3. there is no evidence that the acrylamide that forms naturally during cooking		
26	causes cancer in humans,		
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are sufficient to demonstrate that baked goods are always exempt from Proposition 65's labeling requirements for products that expose consumers to naturally occurring acrylamide as a matter of law, then no action alleging otherwise could be brought or maintained in good faith.

- 73. If those facts are insufficient to exempt baked goods from Proposition 65's labelling requirement for products containing naturally occurring acrylamide, then the cooking exemption is unconstitutionally vague. No one who makes or sells baked goods could ever be sure whether the exemption applies to their products, or if they are required to label their breads, cookies, or crackers as carcinogens.
- 74. The language of the cooking exemption is also vague on its face and subject to a multitude of differing interpretations.
- 75. There is no objective standard for determining "sound considerations of public health support an alternative level [of acrylamide]."
- 76. The cooking exemption does not provide notice to businesses of whether their cooked foods will qualify, and the only way that a business can learn if their products require a label is *after* they have been prosecuted for a Proposition 65 violation and litigated the defense.
- 77. Second, the State exempts a food company from regulation if it "can show that the exposure [to acrylamide] poses no significant risk assuming lifetime exposure at the level in question for substances known to the state to cause cancer[.]" Cal. Health & Safety Code § 25249.10(c). This threshold is commonly referred to as the "No Significant Risk Level" ("NSRL"). For some listed substances, OEHHA has published a quantitative NSRL, often referred to as a "safe harbor". 27 Cal. Code Regs. § 25705.
- 78. To determine whether exposure from acrylamide in a food product exceeds the NSRL, the exposure is calculated based on the "average rate of intake or exposure for average users of the consumer product[.]" 27 Code Regs. § 25721(d)(4).
- 79. Exposure can be determined by looking at the average consumer's consumption of the Cookie Cakes or Sandwich Cookies over a period of time and then measuring the exposure to acrylamide based on that consumption over such period.

- 80. Proposition 65 lawsuits are pervasive even for chemicals, like acrylamide, that have a "safe harbor" NSRL because the safe harbor is an affirmative defense that is expensive to establish.
- 81. Even if a food business engages a full range of experts and consumption scientists for every food product it formulates and sells in the State, the State and enforcers disagree on how average consumption of acrylamide is calculated.
- 82. Food companies have expended millions of dollars in cases simply to show that the State enforcer is wrong about the application of Proposition 65 in a given case.
- 83. As a result, businesses like Plaintiff have no means of protecting themselves when selling products in California because the determination of the applicable NSRL and related safe harbor is very burdensome and because compliance does not prevent a company from being sued such as in this case.
- 84. California jurists have recognized how onerous Proposition 65 suits can be for anyone doing business in California.
- 85. "[L]awsuits under Proposition 65 can be filed and prosecuted by any person against any business based on bare *allegations* of a violation unsupported by any evidence of an *actual* violation or even a good faith belief that a defendant is using an unsafe amount of a chemical known by the state to cause cancer." *Consumer Cause, Inc. v. SmileCare*, 91 Cal. App. 4th 454, 477 (Vogel, J., dissenting) (emphasis in original).
- 86. This burden-shifting regime results in "judicial extortion" where many private parties bring Proposition 65 claims (without an appropriate assessment that an exposure exceeds the NSRL) and force the defendant to settle to avoid legal fees and the costs of performing an expensive expert scientific assessment. *Id.* at 477-79.
- 87. Nor does demonstrated compliance immunize food businesses from lawsuits in the first instance or from future enforcement efforts. *See DiPirro v. Bondo Corp.*, 153 Cal. App. 4th 150, 185 (2007).

- 88. The one way to obtain certainty is to enter extortive monetary settlements with state representatives like Defendants, even though the business has attempted to comply in good faith and has made a product which poses no health risk.
- 89. NSRL levels do not effectively deter a plaintiff with significant financial incentives from initiating suit in the hopes of collecting a settlement.
- 90. Moreover, the State admits that the acrylamide found in cooked food does not cause cancer in humans, yet enforcers still bring actions against defendants alleging that their products have exceeded the NSRL for acrylamide.

IV. DEFENDANTS' INFRINGEMENT ON B&G FOODS'S CONSTITUTIONAL RIGHTS MAY BE REMEDIED THOUGH A SECTION 1983 ACTION.

- A. Defendants Are State Actors.
- 91. The State is responsible for, and benefits from, Defendants' conduct.
- 92. Under Proposition 65, the State authorizes numerous persons to prosecute the statute on the State's behalf: the Attorney General, a district attorney, a variety of local government officials or a private enforcer, such as Ms. Embry or EHA. California Health & Safety Code § 25249.7(c) and (d).
- 93. The State allows all these enforcement representatives to seek penalties of up to \$2,500 per day for each violation. *Id.* § 25249.7(b).
- 94. Anyone who brings a case is eligible to recover 25 percent of the penalty, *id*. § 25249.12(d), as well as reasonable attorneys' fees and costs, Cal. Code Civ. Proc. § 1021.5.
- 95. This creates strong incentives for litigation and a perverse incentive for abusive conduct. See, e.g., Anthony T. Caso, Bounty Hunters and the Public Interest—A Study of California's Proposition 65, 13 ENGAGE 30, 31 (Mar. 2012) (describing case in which "law firm created an 'astroturf' environmental group to be a plaintiff in Proposition 65 litigation," which group "consisted of partners from the law firm" and which "sent out hundreds of demand letters charging businesses with failure to provide warnings" and "extort[ing] payments of attorney fees or contributions to the front group").

Proposition 65 warning requirement with respect to alleged exposures to acrylamide.

- n. Defendants are further engaged in state action because, on information and belief, they conspire with state officials to deprive businesses of their free speech right by enforcing Proposition 65 in violation of the First Amendment to the United States Constitution, in exchange for which state officials receive substantial compensation. *See Dennis v. Sparks*, 449 U.S. 24 (1980) (private person who bribed a judge to obtain an injunction was engaged in state action).
- 111. And, Defendants are serving as government actors because California has interjected itself into this dispute by virtue of the fact that Proposition 65 is a state statute and Defendants have filed suit in state court. *See Grant v. Johnson*, 15 F.3d 146, 149 (9th Cir. 1994) (existence of state statute and necessary involvement of state judge provided state action necessary to present challenge to Oregon statute allowing appointment of temporary guardian ad litem for person deemed mentally incompetent).
- 112. On information and belief, the State's employees have communicated with Defendants repeatedly over the last several years and encouraged and assisted them in securing monetary penalties from food companies accused of having acrylamide in their products.

B. Defendants Have Filed Sham Lawsuits Against B&G Foods.

- 113. On April 22, 2019, Defendant Embry notified the State and Plaintiff that she intended to require Plaintiff to place a warning label on all the Cookie Cakes to tell consumers that the products "cause cancer."
 - 114. The State did not object to Embry's Notice of Violation or seek to curtail or limit it.
- 115. Ms. Embry's Notice of Violation seeks relief on behalf of the "Public" of California and pursuant to the State's regulations and enforcement guidelines discussed above.
- 116. On October 8, 2020, Defendant EHA notified the State and Plaintiff that it intended to require Plaintiff to place a warning label on all Sandwich Cookies to tell consumers that the products "cause cancer."
 - 117. The State did not object to EHA's Notice of Violation or seek to curtail or limit it.
- 118. EHA's Notice of Violation seeks relief on behalf of the "Public" of California and pursuant to the State's regulations and enforcement guidelines discussed above.
 - 119. On information and belief, the State has communicated with Defendants about these

or similar acrylamide cases in the past and has encouraged such lawsuits.

- 120. The State also has received monetary compensation from Defendants in connection with frivolous acrylamide lawsuits against other food companies and would receive compensation should Defendants obtain monetary relief from Plaintiff.
- 121. Plaintiff notified Defendants that the products at issue could not possibly violate Proposition 65.
- 122. Defendants, however, refused to withdraw their notices unless Plaintiff paid a substantial sum or put a cancer warning on the products.
- 123. Defendants have relied upon the *Noerr-Pennington* doctrine to protect their extortionate practices.
- 124. The *Noerr-Pennington* doctrine derives from the Petition Clause of the First Amendment and provides that those who petition any department of the government for redress are generally immune from statutory liability for their petitioning conduct.
- 125. The Ninth Circuit has held that the *Noerr-Pennington* doctrine can be applied to state actors. The Ninth Circuit also acknowledges, however, that neither the Petition Clause nor the *Noerr-Pennington* doctrine protect sham petitions.
- 126. Immunity is not extended to conduct that, although ostensibly directed toward influencing governmental action, is a mere sham to cover what is actually nothing more than an attempt to interfere directly with the business relationships of a competitor, or to otherwise abuse the publicity/lobbying process.
- 127. The sham exception applies to the *Noerr-Pennington* Doctrine applies to litigation in three circumstances: first, where the lawsuit is objectively baseless and defendant's motive in bringing it was unlawful; second, where the conduct involves a series of lawsuits brought pursuant to a policy of starting legal proceedings without regard to the merits and for an unlawful purpose; third, if the allegedly unlawful conduct consists of making intentional misrepresentations to the court.
 - 128. Defendants' litigation against B&G Foods is a sham for all three of these reasons.

- 1. Defendants' litigation was commenced without regard to the merits and with the improper intent of extorting money from B&G Foods.
- 129. As explained above, there is no evidence that acrylamide in food causes cancer. But even if acrylamide were properly included in the Proposition 65 list, Defendants could not state a valid claim against B&G Foods.
- 130. Cookie Cakes and Sandwich Cookies are the type of classic snack foods which consumers only enjoy at infrequent snacking intervals. When the rate of consumption of the Cookie Cakes and Sandwich Cookies is considered, the amount of acrylamide allegedly present does not exceed the NSRL.
- 131. Additionally, the only acrylamide present in the Cookie Cakes and Sandwich Cookies was the natural consequence of the cooking process, the same way acrylamide forms in any other cookie or baked good.
- 132. For the foregoing reasons, Proposition 65 does not require placing a cancer warning on the Cookie Cakes or Sandwich Cookies, and any reasonable pre-suit investigation by Defendants would have shown that B&G Foods has not violated Proposition 65.
- 133. But Defendants performed no such investigation because their intent was never to file claims that had any merit, but instead to extort money from B&G Foods.
- 134. Ms. Embry has never read any scientific literature or analysis showing that acrylamide in food causes cancer.
- 135. She likewise has no idea what a safe level of acrylamide in food would be, even though she acknowledged that she had entered into settlement agreements in the past allowing for acrylamide levels of up to 280 parts per billion.
- 136. She was unaware of "any scientific study about whether the cookie cakes" cause cancer or birth defects or whether any person had ever contracted cancer or has had a birth defect as a result of eating the Cookie Cakes. Deposition of Kim Embry, Nov. 13, 2020 ("Embry Dep."), 80:9-21.

1	137.	Ms. Embry did not do any research as to how often people eat Cookie Cakes before	
2	claiming in her complaint that people eat Cookie Cakes so frequently they are at risk of cancer or		
3	birth defects.	Embry Dep. 82:22-83:22.	
4	138.	Ms. Embry never purchased the Cookie Cakes and did not know of anyone who	
5	ever had. Embry Dep. 77:12-14.		
6	139.	In short, Ms. Embry simply lends her name to her lawyer and has no personal	
7	knowledge of any of the allegations in her complaints.		
8	140.	She purports to rely on her attorney and experts, but she was not aware of any expert	
9	analysis perti	nent to her lawsuit against B&G Foods.	
10	141.	Ms. Embry produced no evidence supporting the allegations in her claims at any	
11	time during discovery.		
12	142.	Ms. Embry also spoliated evidence.	
13	143.	On February 16, 2021, B&G Foods served IEH with a subpoena for records relating	
14	to its testing of the Cookie Cakes on behalf of Ms. Embry and the accuracy of its testing		
15	methodology		
16	144.	On March 30, 2021, IEH responded to the subpoena by producing some documents	
17	regarding its acrylamide testing protocols, and a letter noting that it was withholding all other		
18	responsive documents based on an objection interposed by Ms. Embry that the requested		
19	documents were "consumer records."		
20	145.	On April 1, 2021, B&G Foods asked IEH if it had retained any of the Cookie Cakes	
21	it tested.		
22	146.	IEH stated that it had destroyed the samples at Ms. Embry's instruction on or about	
23	30 days after	it tested the sample—approximately May 4, 2019, after Plaintiff initiated the litigation	
24	by filing her	April 19, 2019, Notice of Violation.	
25	147.	B&G Foods requested that Ms. Embry dismiss her claim, given the evidence upon	
26	which she based her entire lawsuit had been destroyed after commencement of the action.		
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1	148.	Ms. Embry declined to do so, admitting that the spoliation was intentional and,	
2	indeed that it was her practice to spoliate the product samples in every Proposition 65 case she		
3	brought.		
4	149.	Ms. Embry demanded B&G Foods pay her \$500,000 in exchange for a dismissal.	
5	150.	When B&G Foods did not pay, Ms. Embry moved to stay the case.	
6	151.	EHA is a sham organization formed by Noam Glick so that he can file Proposition	
7	65 cases without the inconvenience of an actual client.		
8	152.	EHA did not produce any evidence supporting its claims.	
9	153.	EHA admitted in discovery that it "does not have, and has never had" any	
10	documents concerning the frequency with which consumers consume cakes, cookies, bars, or any		
11	other similar product, including the Sandwich Cookies, and ruled exclusively on the National		
12	Health Nutrition Examination Survey database—which shows that people eat cookies infrequently		
13	154.	EHA failed to provide or identify any evidence showing that acrylamide causes or	
14	potentially causes cancer.		
15	155.	EHA failed to provide or identify any evidence showing that acrylamide is known to	
16	the State of Ca	alifornia to cause cancer.	
17	156.	EHA did not produce any documents supporting its claim.	
18	157.	EHA admitted it had not reviewed any scientific research, analysis, or studies	
19	showing that acrylamide in food causes cancer.		
20	158.	EHA admitted that it had done no research into the State of California's knowledge	
21	regarding acrylamide's carcinogenic effects.		
22	159.	EHA also admitted that acrylamide forms in food when it is baked.	
23	160.	EHA stated that it believed it is not safe for consumers to consume foods containing	
24	up to 280 parts per billion of acrylamide; but Mr. Glick signed off on a consent judgment in		
25	another matter	r permitting the defendant to sell products with an average level of 280 parts per	
26	billion or less	without a Proposition 65 warning.	
7			

- 161. EHA also admitted that it had not obtained a written statement, or interviewed any person about its claims, and that no person—including any expert—had prepared a report pertaining to its claims.
- 162. This failure to investigate a claim prior to initiating a Proposition 65 action violates the requirements of Proposition 65. A private enforcer must execute a certificate of merit stating it "has consulted with one or more persons with relevant and appropriate experience or expertise who has reviewed facts, studies, or other data regarding the exposure to the listed chemical that is the subject of the action, and that, based on that information, the person executing the certificate believes there is a reasonable and meritorious case for the private action." Cal. Health and Safety Code § 25249.7(d)(1). The certificate of merit must be served on the Attorney General. *Id*.
- 163. Neither has dismissed their claims, even though they have no evidence showing that they are meritorious, and they are aware that it is unconstitutional to compel B&G Foods to place a false label on its products.
 - 2. Defendants' lawsuits against B&G Foods are part of a series of lawsuits brought pursuant to their policy of starting legal proceedings without regard to their merit and for an unlawful purpose.
- 164. Defendants file a high volume of Notice of Violation with the hope that some accused parties will pay them to go away. This is their business model. They are not interested in the merits of their cases, because their goal is to impose litigation costs on defendants. The expense and burden of litigation is sufficient to coerce some defendants into labelling their products as carcinogens, regardless of whether it is true.
- 165. Defendants typically will abandon their claims prior to a final adjudication when these "shake-down" tactics do not work.
 - 166. Defendant Embry has filed at least 260 Notices of Violation.
 - 167. Of those, she withdrew 129 without filing suit or obtaining a settlement.
 - 168. Of the remaining 131 Notices of Violation, Defendant Embry settled just 25 cases.
- 169. Apart from her suit against B&G Foods, the remainder have not been meaningfully prosecuted.

are regulated, governed by and ostensibly taken to economically benefit the State.

1	brought pursuant to a policy of starting legal proceedings without regard to the merits and for the		
2	purpose of extorting settlements; and, Defendants made intentional misrepresentations to the cour		
3	Second Cause of Action Against All Defendants		
4	(42 U.S.C. § 1983) (Violation of the Due Process Clause of the Fourteenth Amendment to the United States		
5	Constitution)		
6	207. Plaintiff incorporates the foregoing paragraphs as if fully restated herein.		
7	208. One of the most basic guarantees of Due Process is that laws "be sufficiently clear		
8	so as not to cause persons of common intelligencenecessarily [to] guess at its meaning and [to]		
9	differ as to its application" United States v. Wunsch, 84 F.3d 1110, 1119 (9th Cir. 1996)		
10	(quoting Connallly v. Gen. Constr. Co., 269 U.S. 385, 391 (1926)).		
11	209. For this reason, courts have long recognized that laws which are vague are voided		
12	by the Due Process Clause, the so-called void-for-vagueness doctrine. This doctrine is premised or		
13	the notion that:		
14	[v]ague laws offend several important values. First, because we		
15	assume that man is free to steer between lawful and unlawful conduct, we insist that laws give the person of ordinary intelligence a		
16	reasonable opportunity to know what is prohibited, so that he may act accordingly. Vague laws may trap the innocent by not providing fair		
17	warning. Second, if arbitrary and discriminatory enforcement is to be prevented, laws must provide explicit standards for those who apply		
18	them Third, but related, where a vague statute "abuts upon sensitive areas of basic First Amendment freedoms," it "operates to		
19	inhibit the exercise of those freedoms." Uncertain meanings inevitably lead citizens to "steer far wider of the unlawful zone"		
20	than if the boundaries of the forbidden areas were clearly marked. Grayned v. City of Rockford, 408 U.S. 104, 108 (1972).		
21	210. Thus, where a regulation implicates speech, as here, "heightened vagueness scruting		
22	applies." Cal. Teachers Ass'n v. State Bd. of Educ., 271 F.3d 1141, 1150 (9th Cir. 2001).		
23	211. In the vagueness context, the requirement that laws be precise is aimed at preventing		
24	"chill": rather than risk sanctions, citizens will steer far wider than necessary to avoid engaging in		
25	prohibited speech; the First Amendment, however, needs breathing space to survive. Accordingly,		
26			
27	"the standards of permissible statutory vagueness are strict in the area of free expression." <i>NAACP</i>		
28	v. Button, 371 U.S. 415, 432-33 (1963).		

- 212. Proposition 65's warning requirement for acrylamide, as applied to the Cookie Cakes and Sandwich Cookies, is impermissibly vague for two separate and independent reasons.
- 213. <u>First</u>, Proposition 65's cooking exception is impermissibly vague because it requires a business to show that "sound considerations of public health" merit an alternative risk level, an undefined and undefinable term.
- 214. Accordingly, Proposition 65's warning requirement for acrylamide violates the Due Process Clause as applied to the Cookie Cakes and Sandwich Cookies.
- 215. **Second**, because the NSRL is not predetermined, but rather established on a case-by-case basis and only after litigation, it is impossible for businesses to know whether a warning is required.
- 216. This is particularly so in the context of acrylamide because the NSRL level is very low and not in any way related to the risk dietary acrylamide poses to humans (namely, none at all).
- 217. Moreover, Defendants' Proposition 65 litigation relating to the alleged acrylamide in the Cookie Cakes and Sandwich Cookies is not protected petitioning activity because their lawsuits are objectively baseless and Defendants' motive in bringing them was to extort money from B&G Foods; Defendants initiated litigation against B&G Foods as part of a series of lawsuits brought pursuant to a policy of starting legal proceedings without regard to the merits and for the purpose of extorting settlements; and, Defendants made intentional misrepresentations to the court.
- 218. Defendants are enforcement representatives of the State of California. Their actions are regulated, governed by and ostensibly taken to economically benefit the State.
- 219. Defendants seek to enforce Proposition 65 against Plaintiff based on the alleged presence of acrylamide in the Cookie Cakes and Sandwich Cookies.
 - 220. Cookie Cakes and Sandwich Cookies have never caused cancer.
- 221. Defendants' threatened enforcement is made under color of state law for many reasons highlighted throughout this Complaint: The State is entwined and has a symbiotic relationship with Defendants; Defendants are fulfilling a traditional governmental function; and Defendants and the State are engaged in conduct that would rise to a conspiracy.

1	222.	Further, a California statute and California court are necessarily involved in this	
2	dispute.		
3	223.	Plaintiff is entitled to an injunction against further prosecution or threats of	
4	prosecution under Proposition 65 related to the alleged acrylamide in its Cookie Cakes and		
5	Sandwich Cookies, and to an award of double Plaintiff's damages, including attorneys' fees and		
6	costs, as permitted under Section 1983.		
7	224.	Federal courts are obligated under § 1983 to provide a remedy against state	
8	prosecutions impinging on Constitutional rights, including the First Amendment. <i>Mitchum v.</i>		
9	Foster, 407 U.S. 225, 227 (1972).		
10	225.	Moreover, Defendants' Proposition 65 litigation relating to the alleged acrylamide	
11	in Cookie Cakes and Sandwich Cookies is not protected petitioning activity because their lawsuit		
12	are objectively baseless and Defendants' motive in bringing them was to extort money from B&C		
13	Foods; Defendants initiated litigation against B&G Foods as part of a series of lawsuits brought		
14	pursuant to a policy of starting legal proceedings without regard to the merits and for the purpose		
15	of extorting settlements; and, Defendants made intentional misrepresentations to the court.		
16		Third Cause of Action against All Defendants Declaratory Judgment	
17		(28 U.S.Č. § 2201)	
18	226.	Plaintiff incorporates the foregoing paragraphs as if fully restated herein.	
19	227.	There is an actual and imminent controversy between the parties regarding whether	
20	the application of Proposition 65's acrylamide warning requirement to the Cookie Cakes and		
21	Sandwich Cookies violates the First and/or Fourteenth Amendments to the United States		
22	Constitution.		
23	228.	Plaintiff accordingly requests a declaration that the enforcement of Proposition 65	
24	against the Co	pokie Cakes and Sandwich Cookies is unconstitutional.	
25		PRAYER FOR RELIEF	
26	WHE	REFORE, Plaintiff prays for judgment and relief against Defendants as follows:	
27	A.	For an injunction against further unconstitutional threats and lawsuits against	
28	Plaintiff regar	ding the acrylamide in its Cookie Cakes and Sandwich Cookies products.	

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1	В.	A declaration that the Proposition 65 wa	arning requirement for cancer as applied to	
2	Cookie Cakes and Sandwich Cookies violates the First Amendment of the United States			
3	Constitution.	Constitution.		
4	C.	For damages in an amount to be determine	For damages in an amount to be determined according to proof.	
5	D.	Plaintiff's attorneys' fees and costs.		
6	E.	All such other and further relief as the C	fourt may deem just, proper, and equitable.	
7				
8	Dated: July 7	Re Re	espectfully Submitted,	
9		BF	RAUNHAGEY & BORDEN LLP	
10				
11		Ву	y: <u>/s/ J. Noah Hagey</u> J. Noah Hagey	
12		14:		
13			torneys for Plaintiff &G Foods North America, Inc.	
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